

The Canadian Journal of Economics

Revue canadienne d'Economie

Published quarterly for the Canadian Economics Association by UNIVERSITY
OF TORONTO PRESS

Revue trimestrielle publiée pour l'Association canadienne d'Economie
par UNIVERSITY OF TORONTO PRESS

©Canadian Economics Association / Association canadienne d'Economie
1978. All rights reserved.

VOLUME / TOME XI

FEBRUARY-NOVEMBER 1978 / FEVRIER-NOVEMBRE 1978

BOARD OF EDITORS / COMITÉ DE RÉDACTION

Managing Editor / Directeur: S.F. KALISKI, Queen's University

Associate Editors / Rédacteurs associés: F.R. FLATTERS, L. WAVERMAN

Book Review Editor / Responsable des comptes rendus: T.K. RYMES

Members of the Board / Membres du Conseil: L. CHRISTOFIDES, C. MARFELS,
R. LACROIX, G. ROSENBLUTH, W.M. SCARTH, W.R. THIRSK, I. ANDERSON, C. FREEDMAN,
D. LAIDLER, K.H. NORRIE, D. PETERS, J. BUTTRICK, P.J. CRABBÉ, C. GREEN, G. LERMER,
R.M.E. ROBB, A.M. SINCLAIR.



Index

Note: The letter S preceding a page number denotes the Supplement to the November issue.

Articles

- ALLEN, LEN *See* GEEHAN, RANDALL.
- ASIMAKOPOULOS, A. Keynesian economics, equilibrium, and time S3
- AVIO, KENNETH L. and C. SCOTT CLARK The supply of property offences in Ontario: evidence on the deterrent effect of punishment 1
- BILSON, JOHN F.O. A dynamic model of devaluation 194
- BLOMQUIST, AKE G. and WALTER HAESSEL Small cars, large cars, and the price of gasoline 470
- BOADWAY, ROBIN and JOHN TREDDENICK A general equilibrium computation of the effects of the Canadian tariff structure 424
- BOLAND, L.A. Time in economics vs economics in time: the 'Hayek Problem' 240
- BORINS, SANDFORD F. Pricing and investment in a transportation network: the case of Toronto Airport 680
- BRETON, ALBERT Nationalism and language policies 656
- BRETON, ALBERT and RONALD WINTROBE A theory of 'moral' suasion 210
- CLARK, C. SCOTT *See* AVIO, KENNETH L.
- CORBO, VITTORIO *See* MUNASINGHE, MOHAN.
- COURCHENE, THOMAS J. Harry Johnson: macroeconomist S11
- DENNY, M., J.D. MAY, and C. PINTO The demand for energy in Canadian manufacturing: prologue to an energy policy 300
- GEEHAN, RANDALL and LEN ALLEN Measuring the real output and productivity of savings and credit institutions 669
- HAESSEL, WALTER *See* BLOMQUIST, AKE G.
- HARKNESS, JON The neutrality of money in neoclassical growth models 701
- HARRIS, RICHARD On the choice of large projects 404
- HELLIWEEL, JOHN F. The balance of payments: a survey of Harry Johnson's contributions S55
- JENKINS, GLENN P. and CHUN-YAN KUO On measuring the social opportunity cost of permanent and temporary employment 220
- KOHLI, ULRICH R. A gross national product function and the derived demand for imports and supply of exports 167
- KUO, CHUN-YAN *See* JENKINS, GLENN P.
- LEWIS, THOMAS J. Acquisition and anxiety: Aristotle's case against the market 69

- LIPSEY, RICHARD G. Harry Johnson's contributions to the pure theory of international trade 534
- LOVELL, C.A. KNOX A two-stage model of discriminatory pricing 56
- MCRAE, JAMES J. On the stability of non-replenishable resource prices 287
- MAY, J.D. *See* DENNY, M.
- MORGAN, IEUAN and JACQUES SAINT-PIERRE Dividend and investment decisions of Canadian firms 20
- MULLER, R.A. Econometric analysis of environmental policy: estimation of a model of the Canadian pulp and paper industry 263
- MUNASINGHE, MOHAN and VITTORIO CORBO The demand for CATV services in Canada 506
- PINTO, C. *See* DENNY, M.
- PIPPENGER, JOHN Interest arbitrage between Canada and the United States: a new perspective 183
- POKORNÝ, DUŠAN Smith and Walras: two theories of science 387
- REUBER, GRANT L. Canadian economic policy: some perspectives suggested by the work of Harry Johnson 5121
- ROBSON, ARTHUR J. and DAVID T. SCHEFFMAN The crunch, the boom, and the recreational land market 38
- ROWSE, JOHN Toward optimal capacity expansion for an electric utility: the case of Saskatchewan Power 447
- SAFARIAN, A.E. Policy on multinational enterprises in developed countries 641
- SAINT-PIERRE, JACQUES *See* MORGAN, IEUAN.
- SCHEFFMAN, DAVID T. *See* ROBSON, ARTHUR J.
- SPENCE, MICHAEL Tacit co-ordination and imperfect information 490
- TREDDENICK, JOHN *See* BOADWAY, ROBIN.
- WATKINS, MEL The economics of nationalism and the nationality of economics: a critique of neoclassical theorizing 587
- WINTROBE, RONALD *See* BRETON, ALBERT.

In Memoriam

- DUFFETT, WALTER E. Herbert Marshall, 1887-1977 91
- MACGREGOR, DONALD Arthur Fitzwalter Wynne Plumptre, 1907-1977 714
- SAWYER, JOHN A. Paul R. Pitts, 1934-1978 719

Shorter articles and comments / Articles, notes et commentaires

- APPELBAUM, ELIE and RICHARD HARRIS Imperfect capital markets and life-cycle saving 319
- AUERBACH, ROBERT D. and JACK L. RUTNER A causality test of Canadian money and income: a comment on Barth and Bennett 583
- BEAUDRY, RICHARD L'importance du chômage saisonnier dans les disparités de chômage au Canada 333
- CHAN, KENNETH SHUN-YUEN The economic consequences of the 200-mile seabed zone: the replenishable resources case 314
- CHINLOY, PETER Effective property taxes and tax capitalization 740
- CHOUDHRY, NANDA K. *See* SMITH, LAWRENCE B.
- EDEN, LORRAINE A.B. Vertically integrated multinationals: a microeconomic analysis 534
- FLOYD, JOHN E. and J. ALLAN HYNES Deficit finance and 'first-round' crowding out: a clarification 97
- FORSTER, BRUCE A. and KANHAYA L. GUPTA Discretionary and non-discretionary monetary policy in a model of inflation and unemployment 345

- GUPTA, KANHAYA L. *See* FORSTER, BRUCE A.
- HARRIS, RICHARD *See* APPELBAUM, ELIE.
- HELLEINER, G.K. Market structure and buyer characteristics in Canadian imports of manufactures from low-wage countries 324
- HOBART, ROBERT *See* MCFADYEN, STUART.
- HYNES, J. ALLAN *See* FLOYD, JOHN E.
- KEMP, MURRAY C. and HIROSHI OHTA The optimal level of exports under threat of foreign import restriction 720
- KUCH, PETER J. and SHMUEL SHARIR Added- and discouraged-worker effects in Canada, 1953-74 112
- LAZAR, FRED The impact of the 1971 unemployment insurance revisions on unemployment rates: another look 559
- LEVI, MAURICE D. The weekend game: clearing house vs federal funds 750
- LUCAS, R.F. Devaluation, non-flexible prices, and the trade balance for a small country: comment 733
- MCFADYEN, STUART and ROBERT HOBART An alternative measurement of housing costs and the Consumer Price Index 105
- MARR, WILLIAM and MICHAEL PERCY The government and the rate of Canadian prairie settlement 757
- NAGATANI, KEIZO Substitution and scale effects in factor demands 521
- OHTA, HIROSHI *See* KEMP, MURRAY C.
- PERCY, MICHAEL *See* MARR, WILLIAM.
- ROBB, ROBERTA EDGECOMBE Earnings differentials between males and females in Ontario, 1971 350
- ROSE, DAVID E. and SPENCER STAR Homotheticity and the relationship between plant output and factor prices under perfect competition 92
- RUTNER, JACK L. *See* AUERBACH, ROBERT D.
- SCARFE, B.L. *See* WATERMAN, A.M.C.
- SELODY, JACK On the definition of money: some Canadian evidence 594
- SHARIR, SHMUEL *See* KUCH, PETER J.
- SMITH, LAWRENCE B. and NANDA K. CHOUDHRY Academic salaries in economics and the returns to academic productivity: a case study 603
- SOUTHEY, CLIVE The staples thesis, common property, and homesteading 547
- SPENCE, MICHAEL Efficient collusion and reaction functions 527
- STAR, SPENCER *See* ROSE, DAVID E.
- TOWER, EDWARD The optimum incentive-schedule tariff 726
- WATERMAN, A.M.C. and B.L. SCARFE On applying Ockham's Razor to the monetarist controversy 570

Review article / Revue critique

- SHEARER, RONALD A. Proposals for the revision of banking legislation 121

Reviews of books / Comptes rendus

- ABOUCAR, ALAN, ed. *The Socialist Price Mechanism*. By Frank G. Müller 619
- ALLEN, R.G.D. *Index Numbers in Theory and Practice*. By S.N. Afriat 367
- THE AUTOMOTIVE TASK FORCE *Review of the North American Automotive Industry*. By I.L. Connidis 380
- BERGER, THOMAS R. (MR JUSTICE) *Northern Frontier - Northern Homeland*. By Jack C. Stabler 157
- BIRD, RICHARD M. *Charging for Public Services: a new look at an old idea*. By Douglas J. McCready 141
- BLAUG, MARK, ed. *The Economics of the Arts*. By D.M. Winch 143

- BORCHERDING, THOMAS E. *Budgets and Bureaucrats: the sources of government growth*. By Jean-Luc Migué 614
- BURNS, LELAND S. and LEO GREBLER *The Housing of Nations*. By Allan M. Maslove 783
- COURBIS, R. *Compétitivité et croissance en économie concurrencée*. By Bernard Decaluwe 629
- COURCHENE, THOMAS J. *Money, Inflation and the Bank of Canada: an analysis of Canadian monetary policy from 1970 to early 1975*. By Bernard Fortin 362
- CREIGHTON, D.G. *Harold Adams Innis: portrait of a scholar*. By Robin Neill 784
- DALY, D.J. and S.GLOBERMAN *Tariff and Science Policies: applications of a model of nationalism*. By Alan M. Rugman 632
- DAY, RICHARD W. and THEODORE GROVES, eds. *Adaptive Economic Models*. By J.C.R. Rowley 369
- DORE, M.H.I. *Dynamic Investment Planning*. By John F. Helliwell 376
- DRUMMOND, I.M. *Imperial Economic Policy 1917-1939: studies in expansion and protection*. By William D.G. Hunter 145
- FRANKEL, HERBERT *Money: two philosophies*. By Anatol Murad 636
- GLOBERMAN, S. See DALY, D.J.
- GOODHART, C.A.E. *Money, Information and Uncertainty*. By Lawrence B. Smith 360
- GREBLER, LEO See BURNS, LELAND S.
- GROVES, THEODORE See DAY, RICHARD W.
- GRUBEL, HERBERT G. and ANTHONY SCOTT *The Brain Drain: determinants, measurement, and welfare effects*. By Shmuel Sharir 617
- HABIBAGAH, HAMID See HOTSON, JOHN H.
- HIRSCH, FRED *Social Limits to Growth*. By Herbert G. Grubel 151
- HOTSON, JOHN H., HAMID HABIBAGAH, and GEORGE LERMER *Stagflation and the Bastard Keynesians*. By Martin F.J. Prachowny 139
- KENDRICK, JOHN *The Foundation and Stocks of Total Capital*. By Peter Koumanakos 626
- LACKNER, IRENE and GERALD PRODRICK, eds. *Directory of Economic Libraries in Canada*. By Terry Clark 787
- LEITH, J. CLARK *Foreign Trade Regimes and Economic Development: Ghana*. By G.B. Hainsworth 147
- LERMER, GEORGE See HOTSON, JOHN H.
- LITTLE, I.M.D. and MAURICE SCOTT, eds. *Using Shadow Prices*. By J.A. Johnson 148
- MACHLUP, FRITZ *A History of Thought on Economic Integration*. By Donald J. Brean 137
- MALINVAUD, EDMUND *The Theory of Unemployment Reconsidered*. By Christopher Green 775
- MASSON, R.T. and P.D. QUALLS, eds. *Essays on Industrial Organization in Honor of Joe S. Bain*. By C.J. Maule 634
- MATHEW, T. See SAHNI, BALBIR S.
- MOSS, LAWRENCE S. *Mountfort Longfield: Ireland's first professor of political economy*. By Samuel Hollander 378
- PLANNING BRANCH, TREASURY BOARD SECRETARIAT *Benefit-Cost Analysis Guide*. By J.A. Johnson 148
- POSTNER, HARRY H. *Factor Content of Canadian International Trade: an input-output analysis*. By James J. McRae 638
- PRODRICK, GERALD See LACKNER, IRENE.
- QUALLS, P.D. See MASSON, R.T.
- SAHNI, BALBIR S. and T. MATHEW *The Shifting and Incidence of the Corporation Income Tax*. By Robin Boadway 777

- SCARFE, BRIAN L. *Cycles, Growth, and Inflation*. By William M. Scarth 624
- SCOTT, ANTHONY, ed. *Natural Resource Revenues: a test of federalism*. By Jean-Thomas Bernard 365
- SCOTT, ANTHONY See GRUBEL, HERBERT.
- SCOTT, MAURICE See LITTLE, I.M.D.
- SELDEN, RICHARD, ed. *Capitalism and Freedom: Problems and Prospects*. By Michael David Bordo 154
- STAGER, DAVID *Economic Analysis and Canadian Policy*. By A.M. Sinclair 372
- TURNOVSKY, STEPHEN J. *Macroeconomic Analysis and Stabilization Policies*. By Brian L. Scarfe 622
- VERNON, RAYMOND *Storm over the Multinationals: the real issues*. By Eric Kierans 781
- WATKINS, MEL, ed. *Dene Nation: the colony within*. By Bruce Cox 374
- WEST, E.G., ed. *Nonpublic School Aid*. By David Stager 779
- WILES, P.J.D. *Economic Institutions Compared*. By James M. Buchanan 160

Miscellaneous / Divers

- The Harry G. Johnson Prize 768
- News of the Association / Chronique de l'Association 769
- Notices / Avis 163, 640, 790, S2
- Le Prix Harry G. Johnson 768

Reviewers / Critiques

- | | |
|--------------------------|----------------------------|
| Afriat, S.N. 367 | McCready, Douglas J. 141 |
| Bernard, Jean-Thomas 365 | McRae, James J. 638 |
| Boadway, Robin 777 | Maslove, Allan M. 783 |
| Bordo, Michael David 154 | Maule, C.J. 634 |
| Brean, Donald J. 137 | Migué, Jean-Luc 614 |
| Buchanan, James M. 160 | Müller, Frank G. 619 |
| Clark, Terry 787 | Murad, Anatol 636 |
| Connidis, I.L. 380 | Neill, Robin 784 |
| Cox, Bruce 374 | Prachowny, Martin F.J. 139 |
| Decaluwe, Bernard 629 | Rowley, J.C.R. 369 |
| Fortin, Bernard 362 | Rugman, Alan M. 632 |
| Green, Christopher 775 | Scarfe, Brian L. 622 |
| Grubel, Herbert G. 151 | Scarth, William M. 624 |
| Hainsworth, G.B. 147 | Sharir, Shmuel 617 |
| Helliwell, John F. 376 | Sinclair, A.M. 372 |
| Hollander, Samuel 378 | Smith, Lawrence B. 360 |
| Hunter, William D.G. 145 | Stabler, Jack C. 157 |
| Johnson, J.A. 148 | Stager, David 779 |
| Kierans, Eric 781 | Winch, D.M. 143 |
| Koumanakos, Peter 626 | |